COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOTION TO ADJUST RATES IN ACCORDANCE WITH PURCHASED GAS ADJUSTMENT CLAUSE OF ELZIE NEELEY CAS COMPANY INC)	CASE	NO.	4378-G
ELZIE NEELEY GAS COMPANY. INC.	'			

ORDER

On March 25, 1965, the Commission issued its Order in Case No. 4378 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On August 9, 1982, Elzie Neeley Gas Company, Inc., ("Elzie Neeley") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective September 1, 1982, and submitted with its notice certain information in compliance with this Commission's Order of March 25, 1965. The notice set out certain revisions in rates which Elzie Neeley proposed to place into effect, said rates being designed to recover the increased cost of natural gas from its supplier in the amount of \$10,759.

After reviewing this evidence of record and being advised, the Commission is of the opinion and finds that:

(1) Elzie Neeley's supplier has filed increased rates

and said rates will become effective on and after September 1, 1982.

(2) Elzie Neeley's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 4378 dated March 25, 1965, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after September 1, 1982, subject to refund.

IT IS THEREFORE ORDERED that said purchased gas adjustment sought by Elzie Neeley and adjusted as previously mentioned be and it hereby is authorized to be effective with gas supplied on and after September 1, 1982, subject to refund, as in Appendix A attached hereto and made a part hereof.

IT IS FURTHER ORDERED that for the purpose of the future application of the purchased gas adjustment clause of Elzie Neeley the base rate for purchased gas shall be:

Commodity

Columbia Gas of Kentucky, Inc.

\$5.613

IT IS FURTHER ORDERED that the information furnished this Commission by Elzie Neeley on August 9, 1982, constitutes full compliance with the Commission's Order in Case No. 4378.

IT IS FURTHER ORDERED that within 30 days after the date the increased cost of wholesale gas becomes effective, Elzie Neeley shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 9th day of September,

PUBLIC SERVICE COMMISSION

Marly Mok

ATTEST:

1982.

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 4378-GG DATED SEPTEMBER 9, 1982

The following rates are prescribed for the customers in the area served by Elzie Neeley Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect prior to the date of this Order.

RATES: Monthly

First 3,000 Cubic Feet

\$19.20 Minimum Bill

All Over 3,000 Cubic Feet

6.40 per Mcf